



**STATE OF TENNESSEE
DEPARTMENT OF FINANCE AND ADMINISTRATION**

**State Capitol
NASHVILLE, TENNESSEE 37243-0285**

**DAVE GOETZ
COMMISSIONER**

**FOR IMMEDIATE RELEASE
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MARCH REVENUES

NASHVILLE, Tenn. – On an accrual basis March is the eighth month in the 2003-2004 fiscal year. Department of Revenue tax collections were \$690.7 million.

March revenues were \$30.7 million more than the budgeted estimates, Finance and Administration Commissioner Dave Goetz announced today. The general fund had the \$30.7 million overcollection and the four other funds were even with the estimate.

Sales tax collections were \$19.7 million more than the estimate in March. For eight months revenues are overcollected by \$83.8 million.

Franchise and excise tax collections of \$102.2 million were \$11.1 million more than the estimate for the month. Revenues are overcollected by \$13.8 million for eight months.

Gasoline taxes and motor vehicle registrations were \$1.9 million less than the budgeted estimates of \$88.3 million in March.

Year-to-date collections for eight months are \$141.7 million more than the budgeted estimates. The general fund is overcollected by \$133.1 million and the four other funds are overcollected by \$8.6 million. Sales tax estimates for the year are corrected by \$10.3 million to account for allocations to the telecommunications ad valorem tax reduction fund.

The budgeted revenue estimates are based upon the State Funding Board's consensus recommendation adopted by the first session of the 103rd General Assembly in May of last year.

REVENUE COLLECTIONS
MARCH, 2004, AND 8 MONTHS YEAR-TO-DATE

March Collections:

	Budgeted Accrual Estimate	Actual	Difference
General Fund	\$537,755,000	\$568,464,000	\$30,709,000
Highway Fund	54,986,000	52,625,000	(2,361,000)
Sinking Fund	18,143,000	18,305,000	162,000
City & County Fund	46,912,000	49,018,000	2,106,000
Earmarked Fund	2,178,000	2,303,000	125,000
Total	\$659,974,000	\$690,715,000	\$30,741,000

Year-To-Date Collections:

	Budgeted Accrual Estimate	Actual	Difference
General Fund	\$4,509,617,000	\$4,642,694,000	\$133,077,000
Highway Fund	405,151,000	404,410,000	(741,000)
Sinking Fund	147,878,000	148,546,000	668,000
City & County Fund	405,983,000	413,865,000	7,882,000
Earmarked Fund	20,498,000	21,323,000	825,000
Total	\$5,489,127,000	\$5,630,838,000	\$141,711,000

Table 1
Tennessee Department of Revenue
Comparative Statement of Collected Revenues

Class of Tax	March			
	2003	2004	Change	Percent
Franchise & Excise	\$85,215,000	\$102,207,000	\$16,992,000	19.94%
Income	8,380,000	10,442,000	2,062,000	24.61%
Inheritance & Estate	5,174,000	4,094,000	-1,080,000	-20.87%
Gasoline	38,438,000	42,691,000	4,253,000	11.06%
Petroleum Special	4,165,000	4,509,000	344,000	8.26%
Tobacco	9,249,000	9,824,000	575,000	6.22%
Beer	1,389,000	1,276,000	-113,000	-8.14%
Motor Vehicle Registration	30,190,000	24,292,000	-5,898,000	-19.54%
Motor Vehicle Title	1,000,000	1,113,000	113,000	11.30%
Mixed Drink	2,997,000	3,476,000	479,000	15.98%
Business	2,124,000	1,724,000	-400,000	-18.83%
Privilege	13,689,000	15,290,000	1,601,000	11.70%
Gross Receipts	(12,000)	26,000	38,000	316.67%
TVA - In Lieu of Tax Payments	16,407,000	16,755,000	348,000	2.12%
Alcoholic Beverage	2,612,000	2,708,000	96,000	3.68%
Sales and Use	402,418,000	435,300,000	32,882,000	8.17%
Motor Vehicle Fuel	10,083,000	14,938,000	4,855,000	48.15%
Severance	85,000	43,000	-42,000	-49.41%
Coin-operated Amusement	4,000	7,000	3,000	75.00%
Total	\$633,607,000	\$690,715,000	\$57,108,000	9.01%

Table 2
Tennessee Department of Revenue
Comparative Statement of Collected Revenues

Class of Tax	August - March			
	2002-2003	2003-2004	Change	Percent
Franchise & Excise	\$520,189,000	\$578,615,000	\$58,426,000	11.23%
Income	17,107,000	23,752,000	6,645,000	38.84%
Inheritance & Estate	51,636,000	66,190,000	14,554,000	28.19%
Gasoline	397,387,000	396,528,000	-859,000	-0.22%
Petroleum Special	40,205,000	41,093,000	888,000	2.21%
Tobacco	73,469,000	79,047,000	5,578,000	7.59%
Beer	11,706,000	11,457,000	-249,000	-2.13%
Motor Vehicle Registration	140,258,000	139,500,000	-758,000	-0.54%
Motor Vehicle Title	7,125,000	7,361,000	236,000	3.31%
Mixed Drink	24,698,000	26,670,000	1,972,000	7.98%
Business	3,381,000	8,725,000	5,344,000	158.06%
Privilege	127,765,000	146,401,000	18,636,000	14.59%
Gross Receipts	10,590,000	10,102,000	-488,000	-4.61%
TVA - In Lieu of Tax Payments	133,009,000	135,372,000	2,363,000	1.78%
Alcoholic Beverage	22,700,000	24,006,000	1,306,000	5.75%
Sales and Use	3,579,614,000	3,822,080,000	242,466,000	6.77%
Motor Vehicle Fuel	103,031,000	113,148,000	10,117,000	9.82%
Severance	703,000	671,000	-32,000	-4.55%
Coin-operated Amusement	428,000	120,000	-308,000	-71.96%
Total	\$5,265,001,000	\$5,630,838,000	\$365,837,000	6.95%

Table 3
August - March Revenue Overcollections/(Undercollections)
Budgeted Estimate

	General Fund	Other Funds	Total
Sales Tax	\$ 84,500,000	\$ 3,800,000	\$ 88,300,000
Income Tax	4,700,000	1,400,000	6,100,000
Inheritance Tax	21,000,000	0	21,000,000
Privilege Tax	15,600,000	800,000	16,400,000
Gasoline & Motor Vehicle Registration	800,000	2,700,000	3,500,000
Other Taxes	<u>(7,300,000)</u>	<u>(100,000)</u>	<u>(7,400,000)</u>
Sub-Total	\$ 119,300,000	\$ 8,600,000	\$ 127,900,000
F & E Taxes	<u>13,800,000</u>	<u>0</u>	<u>13,800,000</u>
Total	<u><u>\$ 133,100,000</u></u>	<u><u>\$ 8,600,000</u></u>	<u><u>\$ 141,700,000</u></u>